

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

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| AN INVESTIGATION OF THE GAS PURCHASING |) | |
| AND MARKETING PRACTICES OF THE UNION |) | CASE NO. 9201 |
| LIGHT, HEAT AND POWER COMPANY |) | |

O R D E R

Pursuant to KRS 278.250 the Commission, upon its own motion, hereby initiates this investigation of the gas purchasing and marketing practices of Union Light, Heat and Power Company ("ULH&P"). A review of ULH&P's gas operations indicates that it has been experiencing an ever increasing cost in its wholesale supply of gas and an erosion in its industrial sales. The Commission is of the opinion that an investigation is necessary to review both ULH&P's historic gas operations and its short-term and long-term planning and goals.

IT IS THEREFORE ORDERED that within 90 days of the date of this Order ULH&P shall file prepared testimony on the following issues:

- (a) Efforts to procure a lower cost gas supply;
- (b) Extent of participation in all available wholesale gas incentive pricing programs;

(c) Engineering and economic feasibility of ULH&P receiving a supply of gas from other than Columbia Gas Transmission Corporation;

(d) Efforts to market gas to customers with alternative fuel capabilities;

(e) Short-term and long-term plans and goals for gas purchases and gas marketing;

(f) Complaint resolution procedures designed to satisfy customers and enhance gas marketing outlook.

Done at Frankfort, Kentucky, this 29th day of October, 1984.

PUBLIC SERVICE COMMISSION

Richard D. Herman
Chairman

[Signature]
Vice Chairman

[Signature]
Commissioner

ATTEST:

Secretary